

**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**FISCAL YEAR ENDED SEPTEMBER 30, 2007**  
(In Thousands)

	INFORMATION TECHNOLOGY FUND	RISK MANAGEMENT FUND	STATE SPONSORED GROUP INSURANCE FUND	TOTALS
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	\$ 452,602	\$ 2,706	\$ 1,110,936	\$ 1,768,285
Payments to employees	(165,711)	(795)	-	(198,012)
Payments to suppliers	(260,327)	(1,746)	(302,689)	(723,609)
Claims paid	-	(2,537)	(816,702)	(819,239)
Other payments	-	-	-	(7,712)
Net cash provided (used) by operating activities	\$ 26,564	\$ (2,371)	\$ (8,455)	\$ 19,712
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Loans or loan repayments from other funds	\$ 3,022	\$ -	\$ (8,605)	\$ 3,415
Loans or loan repayments to other funds	-	(1,415)	8,247	(1,217)
Transfers to other funds	(1,154)	(14)	-	(1,307)
Net cash provided (used) by noncapital financing activities	\$ 1,868	\$ (1,429)	\$ (358)	\$ 891
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition and construction of capital assets	(33,426)	\$ -	\$ -	\$ (35,995)
Interest paid	-	-	-	(393)
Capital lease payments (including imputed interest expense)	(6,724)	-	-	(7,781)
Proceeds from sale of capital assets	-	-	-	109
Net cash provided (used) by capital and related financing activities	\$ (40,150)	\$ -	\$ -	\$ (44,060)
Net cash provided (used) - all activities	\$ (11,718)	\$ (3,800)	\$ (8,813)	\$ (23,457)
Cash and cash equivalents at beginning of year	34,603	9,136	193,273	237,047
<b>Cash and cash equivalents at end of year</b>	<b>\$ 22,885</b>	<b>\$ 5,336</b>	<b>\$ 184,460</b>	<b>\$ 213,590</b>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS</b>				
Per Statement of Net Assets Classifications:				
Cash	\$ -	\$ -	\$ 13	\$ 13
Equity in common cash	23,632	5,336	184,599	214,657
Warrants outstanding	(747)	-	(152)	(1,081)
Cash and cash equivalents at end of year	\$ 22,885	\$ 5,336	\$ 184,460	\$ 213,590
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ (14,606)	\$ (1,869)	\$ (12,041)	\$ (29,512)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation expense	45,260	-	-	48,447
Net Changes in Assets and Liabilities:				
Inventories	11	-	-	(1,214)
Other assets (net)	3,492	-	5,802	15,041
Accounts payable and other liabilities	(7,593)	(502)	(2,216)	(13,050)
Net cash provided (used) by operating activities	\$ 26,564	\$ (2,371)	\$ (8,455)	\$ 19,712
<b>SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES</b>				
Cost of capital assets acquisitions financed by capital leases	\$ 3,450	\$ -	\$ -	\$ 3,450
Capital lease liabilities entered into during the year	(3,450)	-	-	(3,450)
Gain (loss) on disposal of capital assets	-	-	-	(36)
Total noncash investing, capital, and financing activities	\$ -	\$ -	\$ -	\$ (36)